

UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF WASHINGTON

In Re:

LLS AMERICA, LLC,

Debtor,

BRUCE P. KRIEGMAN, solely in his capacity as court-appointed Chapter 11 Trustee for LLS America, LLC,

Plaintiff,

v.

MATTHEW BOWOLIN, et al.,

Defendants.

NO: CV-13-416-RMP

Bankr. Case No. 09-06194-PCW11  
(Consolidated Case)

Adv. Proc. No. 11-80296-PCW11

DEFAULT JUDGMENT AGAINST  
PAULA DONALD

**JUDGMENT SUMMARY**

Judgment Creditor:

Plaintiff Bruce P. Kriegman,  
Liquating Trustee for LLS  
America, LLC, as consolidated

Attorneys for  
Judgment Creditor:

Witherspoon Kelley

1 Judgment Debtor: Paula Donald  
2 Attorney for Judgment Creditor: None (pro se)  
3 Amount of Judgment (principal): \$35,250.00 USD  
4 Interest Rate: 0.11% (28 USC § 1961)

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6 **JUDGMENT**

7 The Court, having previously entered an Order Adopting the Bankruptcy  
8 Court's Report and Recommendation to enter Default Judgment against Defendant  
9 Paula Donald ECF No. 34, and being fully apprised in the premises, **HEREBY**  
10 **ORDERS , ADJUDGES, AND DECREES** that Plaintiff, Bruce P. Kriegman,  
11 solely in his capacity as court-appointed Chapter 11 Trustee for LLS America,  
12 LLC, shall have a judgment against Defendant Paula Donald, as follows:

13 1. Monetary Judgment in the amount of \$35,000.00 USD, pursuant to 11  
14 U.S.C. § 550 and RCW 19.40.071;  
15 2. Transfers in the amount of \$35,000.00 USD made to Defendant Paula  
16 Donald within four years prior to the Petition Filing Date are hereby avoided and  
17 Plaintiff may take all necessary action to preserve the same, pursuant to 11 U.S.C.  
18 §§ 544, 550, 551, and 548(a) and (b), and RCW 19.40.041(1) and (2), and RCW  
19 19.40.071;

1       3. All said transfers to Defendant Paula Donald are hereby set aside and  
2 Plaintiff shall be entitled to recover the same, or the value thereof, from Defendant  
3 Paula Donald for the benefit of the estate of LLS America pursuant to 11 U.S.C. §§  
4 544, 550, and 551.

5       4. All proofs of claim of Defendant which have been filed or brought or  
6 which may hereafter be filed or brought by, on behalf of, or for the benefit of  
7 Defendant Paula Donald or her affiliated entities, against the Debtor's estate, in  
8 this bankruptcy or related bankruptcy proceedings, are hereby disallowed and  
9 subordinated to the monetary judgment granted herein, and Defendant Paula  
10 Donald shall not be entitled to collect on her proof of claim (Claim No. 174) until  
11 the monetary judgment is satisfied by Defendant Rebecca Piatt in full, pursuant to  
12 11 U.S.C. §§ 502(d), 510(c)(1), and 105(a);

13       5. A constructive trust is hereby established over the proceeds of all  
14 transfers in favor of the Trustee for the benefit of the estate of LLS America; and

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6. Plaintiff is hereby awarded costs (i.e. filing fee) in the amount of \$250.00 USD, for a total judgment of \$35,250.00 USD, which shall bear interest equal to the weekly average of one-year constant maturity (nominal) treasury yield as published by the Federal Reserve System.

The District Court Clerk is directed to enter this Judgment, **terminate Paula Donald** as a defendant in this cause, and provide copies of this Judgment to counsel and any pro se defendants.

**DATED** this 6th day of March 2014.

s/ Rosanna Malouf Peterson  
ROSANNA MALOUF PETERSON  
Chief United States District Court Judge